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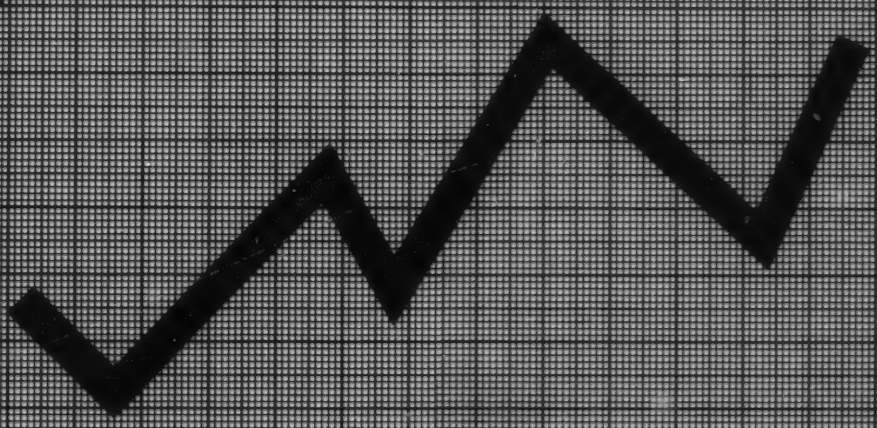
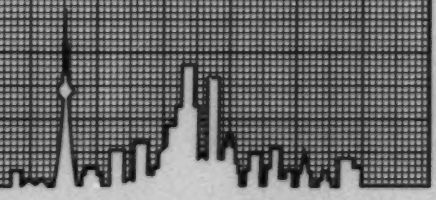
MUNICIPAL REFERENCE

FINANCIAL REPORT CITY OF TORONTO 1982





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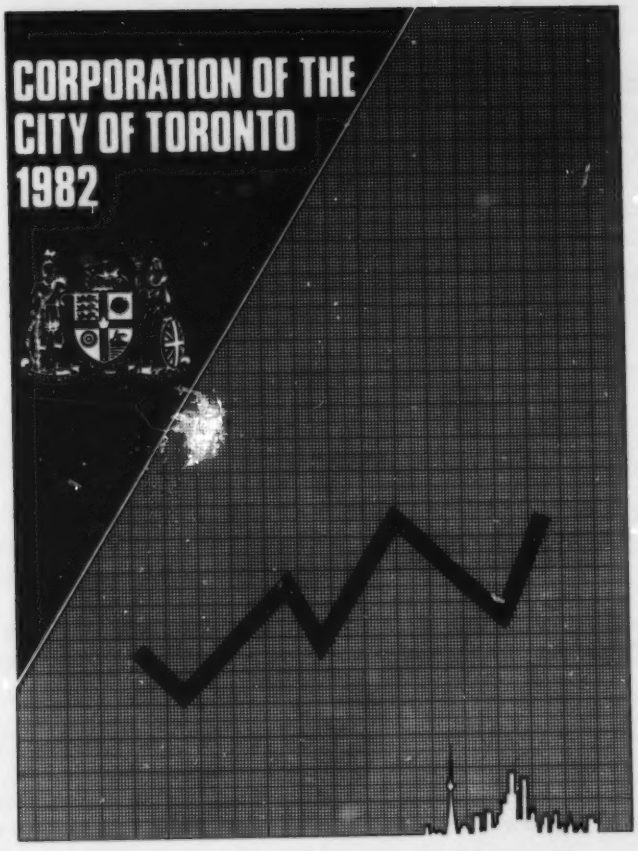

Report of the Commissioner of Finance
for the year ended December 31st, 1982

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T51

Corporation of the City of Toronto

Finance Department

George H. Clarke, B. COMM., C.A.

COMMISSIONER OF FINANCE AND CITY TREASURER

REPLY ATTENTION OF:

CITY HALL, TORONTO M5H 2N2

CITY OF TORONTO

October 31, 1983

His Worship Mayor Arthur C. Eggleton,
and Members of the Council of
the City of Toronto

Your Worship, Ladies and Gentlemen:

City of Toronto By-law Number 4295, passed by Council in 1904, requires the submission to Council of an Annual Report on the financial affairs of the City.

It is my pleasure to present to Council the Financial Report of the City of Toronto for the year ended December 31, 1982.

The format of this report represents some slight change from prior years in that there is a greater emphasis on financial trends and annual comparisons, and a greater use of graphical presentations, with a view to easier assimilation and greater readership.

Respectfully submitted,

George H Clarke

Commissioner of Finance
and City Treasurer

GHC:cg

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Introduction

Members of Council - 1982

From January 1, 1982

Mayor Art Eggleton

Executive Committee

Mayor Art Eggleton, Chairman
Frederick J. Beavis, Vice-chairman
and President of Council
Joseph J. Piccininni
June Rowlands
Gordon Cressy
(resigned April 1, 1982)
Dr. Gordon Chong
(appointed April 5, 1982)

Aldermen

Ward 1	William Boytchuk David White
Ward 2	Ben Grys Chris Korwin-Kuczynski
Ward 3	Joseph J. Piccininni Richard Gilbert
Ward 4	Tony O'Donohue Joe Pantalone
Ward 5	Ying Hope Ron Kanter
Ward 6	Dr. Gordon Chong John Sewell
Ward 7	Gordon Cressy David Reville
Ward 8	Frederick J. Beavis Tom Clifford
Ward 9	Pat Sheppard Dorothy Thomas
Ward 10	June Rowlands Andrew Paton
Ward 11	Anne Johnston Michael Gee

From December 1, 1982

Mayor Art Eggleton

Executive Committee

Mayor Art Eggleton, Chairman
Frederick J. Beavis, Vice-chairman
and President of Council
Anne Johnston
Tony O'Donohue
June Rowlands

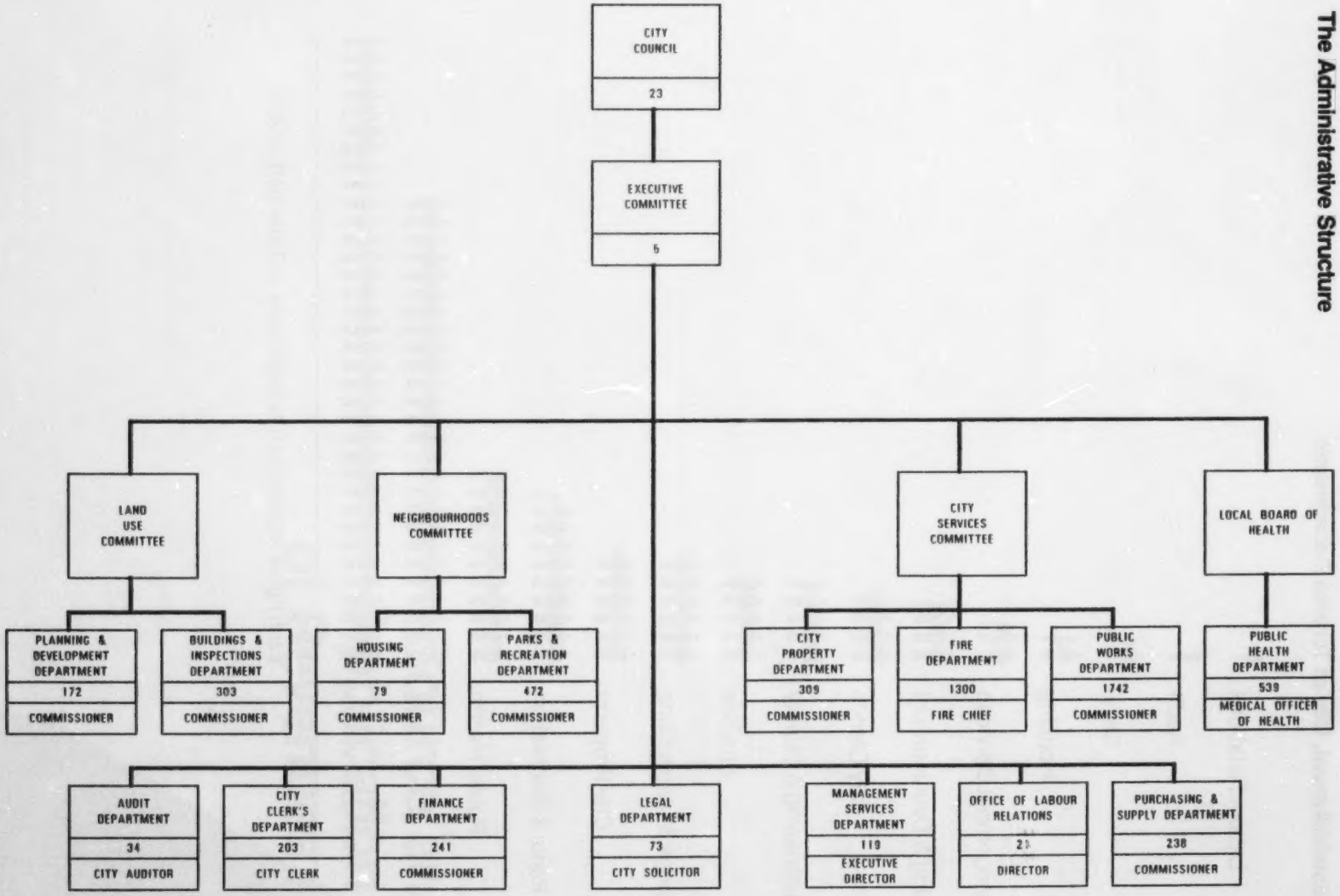
Aldermen

Ward 1	Derwyn Shea William Boytchuk
Ward 2	Ben Grys Chris Korwin-Kuczynski
Ward 3	Richard Gilbert Joseph J. Piccininni
Ward 4	Tony O'Donohue Joe Pantalone
Ward 5	Ying Hope Ron Kanter
Ward 6	John Sewell Jack Layton
Ward 7	Joanne Campbell David Reville
Ward 8	Frederick J. Beavis Tom Clifford
Ward 9	Tom Jakobek Dorothy Thomas
Ward 10	June Rowlands Michael Walker
Ward 11	Anne Johnston Michael Gee

Heads of Departments - 1982

Audit	J. Rabinowitz, CA
Purchasing & Supply	J. Darcy Duncan, B.Comm., CPPO (from August 1, 1982)
	D.G. Judd, CPPO (to July 31, 1982)
Legal	W.R. Callow, QC
Housing	G.C. Cook
Finance	G.H. Clarke, B.Comm., CA (from November 7, 1982)
	W.A. Wilford, B.Comm. (to November 6, 1982)
Planning & Development	S.G. McLaughlin, B.Arch., MRAIC
Management Services	A.L. Stevenson, B.Comm.
City Clerk's	R.V. Henderson
Buildings & Inspections	M.L. Nixon, P.Eng.
Public Health	A.S. Macpherson, MD, M.Sc.
City Property	D.G. Emslie, BA
Parks & Recreation	I.B. Forrest
Fire	B.A. Bonser
Public Works	R.M. Bremner, P.Eng., FICE

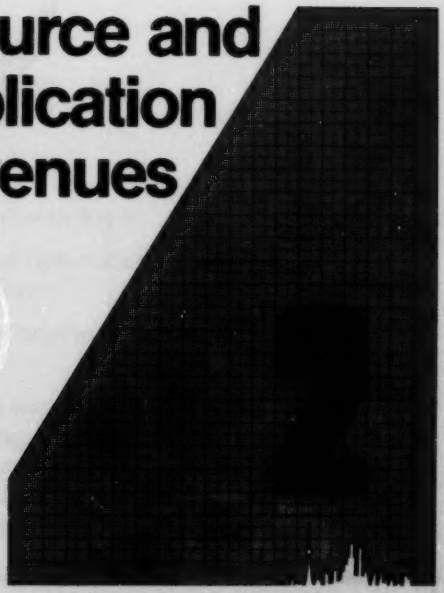
Departments are listed in order of net budget size from smallest to largest.


CITY COUNCIL
23
EXECUTIVE COMMITTEE
6
LAND USE COMMITTEE
NEIGHBOURHOODS COMMITTEE
CITY SERVICES COMMITTEE
LOCAL BOARD OF HEALTH
PLANNING & DEVELOPMENT DEPARTMENT
172
COMMISSIONER
BUILDINGS & INSPECTIONS DEPARTMENT
303
COMMISSIONER
HOUSING DEPARTMENT
79
COMMISSIONER
PARKS & RECREATION DEPARTMENT
472
COMMISSIONER
CITY PROPERTY DEPARTMENT
309
COMMISSIONER
FIRE DEPARTMENT
1300
FIRE CHIEF
PUBLIC WORKS DEPARTMENT
1742
COMMISSIONER
PUBLIC HEALTH DEPARTMENT
539
MEDICAL OFFICER OF HEALTH
AUDIT DEPARTMENT
34
CITY AUDITOR
CITY CLERK'S DEPARTMENT
203
CITY CLERK
FINANCE DEPARTMENT
241
COMMISSIONER
LEGAL DEPARTMENT
73
CITY SOLICITOR
MANAGEMENT SERVICES DEPARTMENT
119
EXECUTIVE DIRECTOR
OFFICE OF LABOUR RELATIONS
23
DIRECTOR
PURCHASING & SUPPLY DEPARTMENT
238
COMMISSIONER

Staff Establishment, City of Toronto Departments

Each figure represents fifty employees — Total staff = 5845

Source and Application of Revenues



Assessment

All real property in the City is assessed, either as taxable with an assessment value, or as exempt. The exempt classification generally consists of Federal, Provincial and Municipal properties plus those properties also specifically named as exempt in the Assessment Act, such as places of worship, schools and various charitable institutions. For the majority of the Federal and Provincial properties, grants, based on the current tax rates are provided by the respective governments.

For the City of Toronto this assessment base, through property taxation, produces 79% of the total City revenue and it is thus seen as the most important revenue producing asset of the City. Noted below is a comparison of the assessed values used for taxation purposes in the years 1980, 1981 and 1982.

Recent History of Actual Assessed Values

	% Change from Prior Year	1980	% Change from Prior Year	1981	% Change from Prior Year	1982
Residential Realty	2.9	1,216,984,821	0.1	1,217,666,450	4.4	1,270,700,249
Commercial Realty	0.9	1,086,430,447	2.0	1,108,442,987	6.1	1,176,373,460
Business	1.3	488,043,525	3.0	502,678,260	7.1	538,545,870
TOTAL	1.8	2,791,458,793	1.3	2,828,787,697	5.5	2,985,619,579

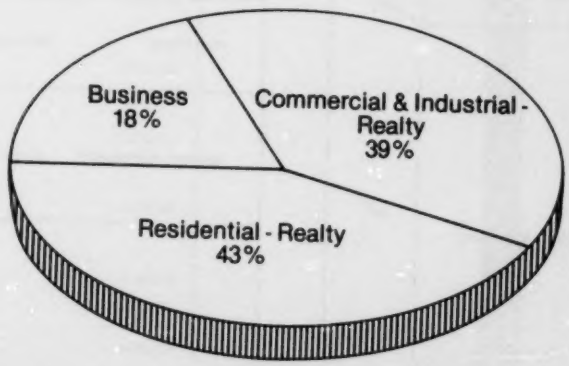


Figure 1
Total Taxable Assessment, 1982

Note that 1982 showed an abnormally high % increase over 1981. We believe this was due to:

(a) Buoyant 1980 and 1981 Real Estate market resulting in high volume of construction starts, of which many of the major projects would come onto the roll in 1981 for 1982 taxation.

(b) Major assessment appeals still pending in the appeal system at the County Court level, thus leaving inflated assessment values on the roll for 1982 taxation.

Based on the experience of those Commercial Assessment appeals which have been finalized, and upon the number and quantum of those Commercial Assessment appeals still pending, it is our judgement that significant refunds of commercial and business taxes will have to be made in future years, as a result of appeal decisions advantageous to the appellants. As noted in the Auditor's notes to the financial statements, page 28, No. 12(h), provision has been made for possible future tax refunds.

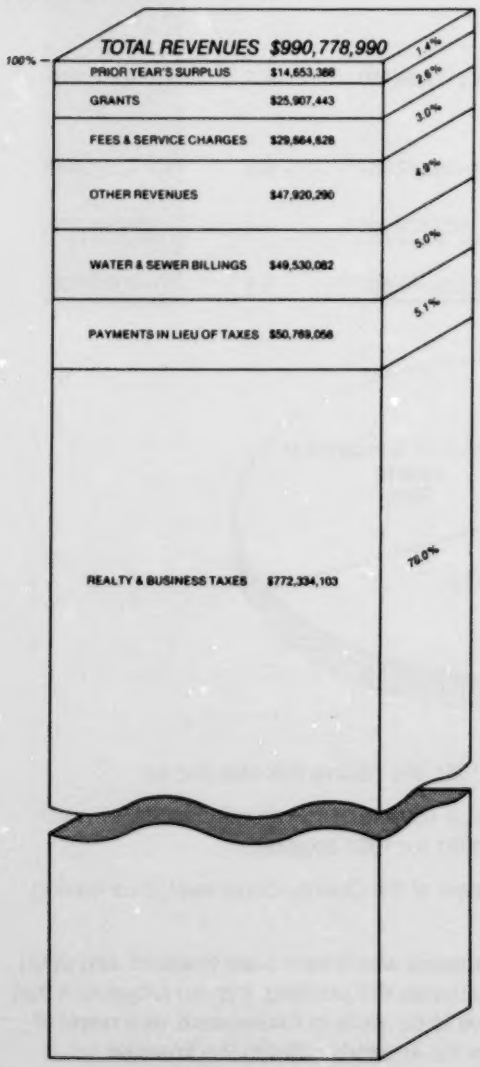
Tax Levy and Collections

The Consolidated Statement of Revenue and Expenditure, page 16, indicates that 1982 taxation revenue was $821,864,185. This amount includes water and sewer rates of $49,530,082 and therefore revenue from taxation amounts to $772,334,103. Of this amount, $38,590,039, or 4.9%, was uncollected at year end. When uncollected taxes for all years are taken into consideration, they become 5.6% of the current tax levy, after deducting the Allowance for Uncollectable Taxes.

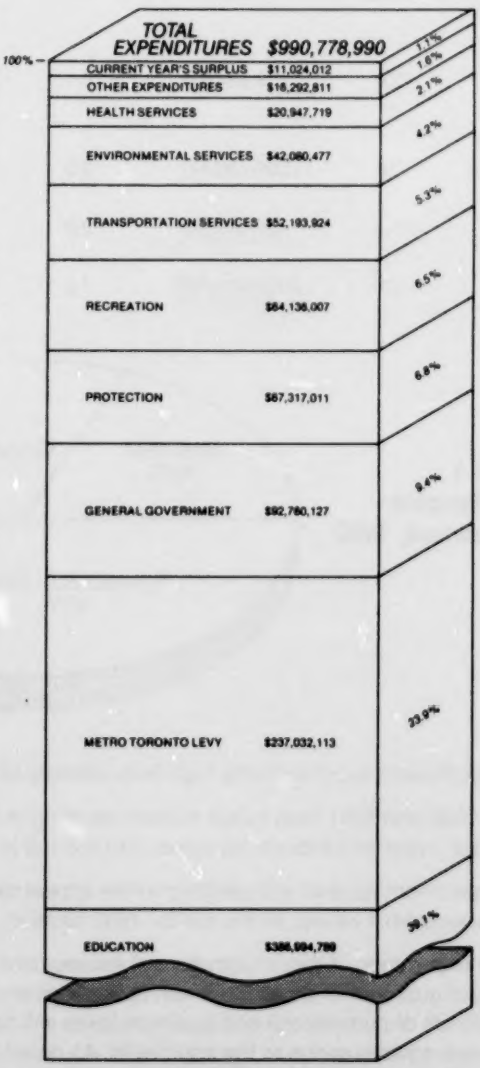
As indicated in the Six Year Financial Review, page 12, tax arrears as a percentage of the current levy declined in 1982.

The City's earlier collection efforts and computerized tax billing system have helped to offset the adverse effects of present economic conditions in the overall collection of taxes. The impact of monthly statements has been to remind taxpayers of instalment due dates, arrears of taxes with accumulated penalties and interest amounts, and to encourage prompt payment of these amounts.

Figure 2
Revenue Fund



Composition of 1982 revenue by source



Composition of 1982 expenditures by function

Figure 3
Where the Tax Dollar Was Spent

An Analysis of Expenditures Made From Tax Revenue

Expenditure	Amount	%
Education	$ 382,349,876	50
Metro Toronto Levy	202,250,482	26
City Purposes	187,733,745	24
Total	$ 772,334,103	100

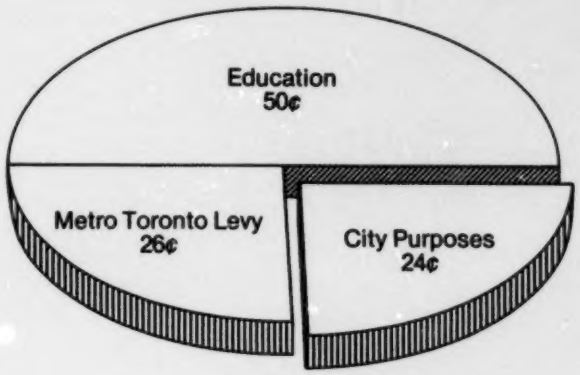
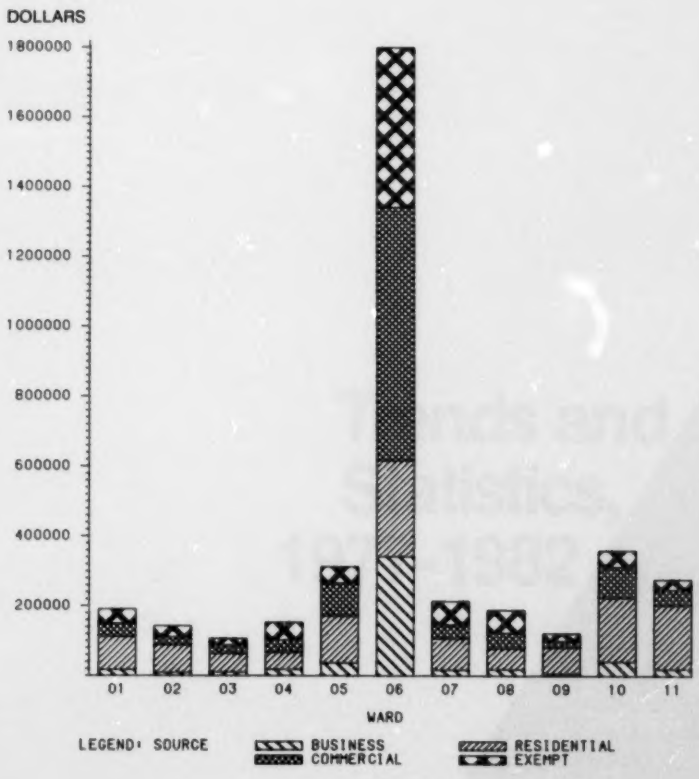


Figure 4
City of Toronto
Total Assessment by Ward, 1982

(Thousands of Dollars)



29% of the total exempt assessment relates to federal and provincial government properties, and thus produces grant in lieu of taxes based upon realty tax rates. The remaining exempt assessment is non-revenue producing.

Trends and Statistics, 1977-1982

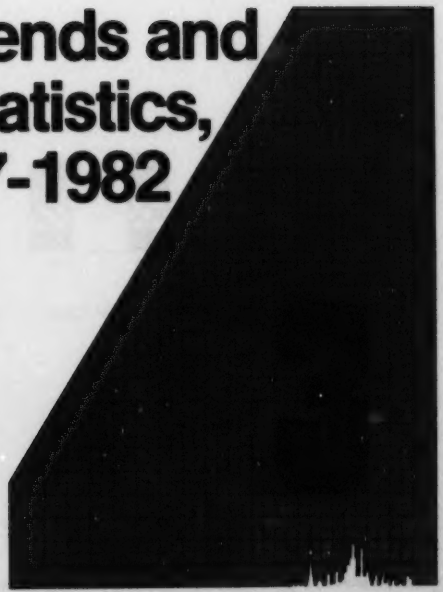
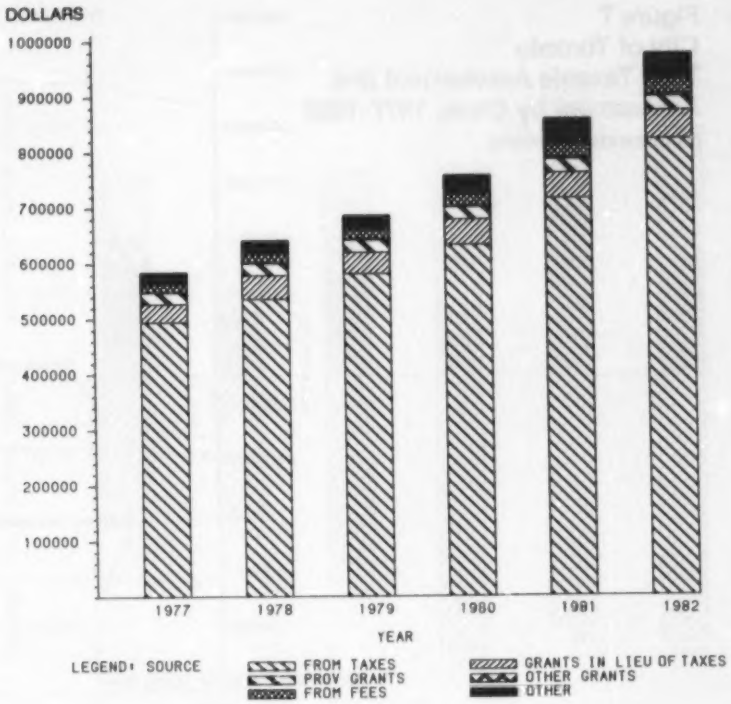
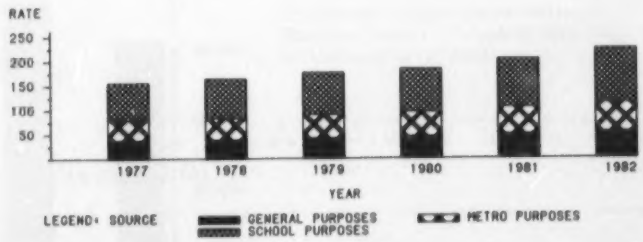


Figure 5
City of Toronto
Total Revenue by Type, 1977-1982
(Thousands of Dollars)



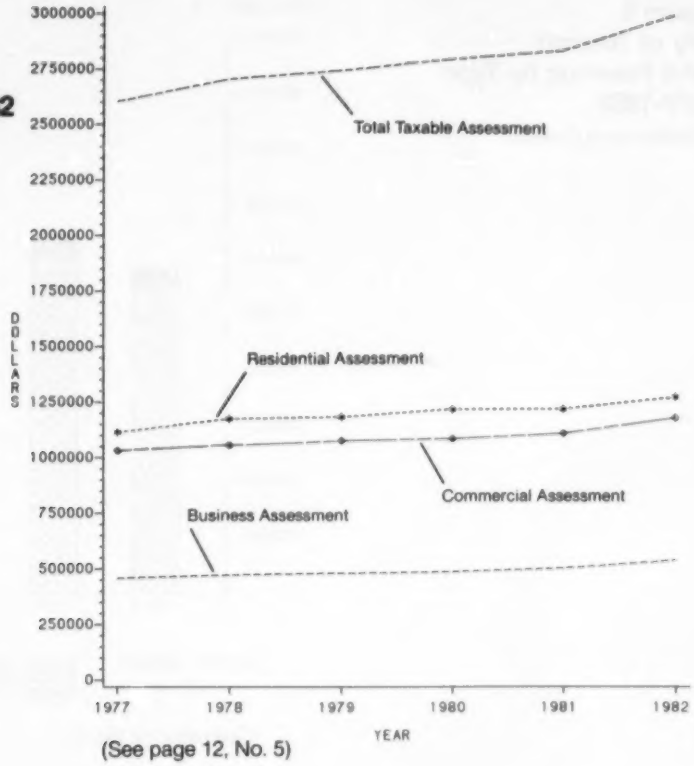
(See page 12, No. 7)

Figure 6
City of Toronto
Residential Rates of Taxation by purpose for a Public School Supporter, 1977-1982



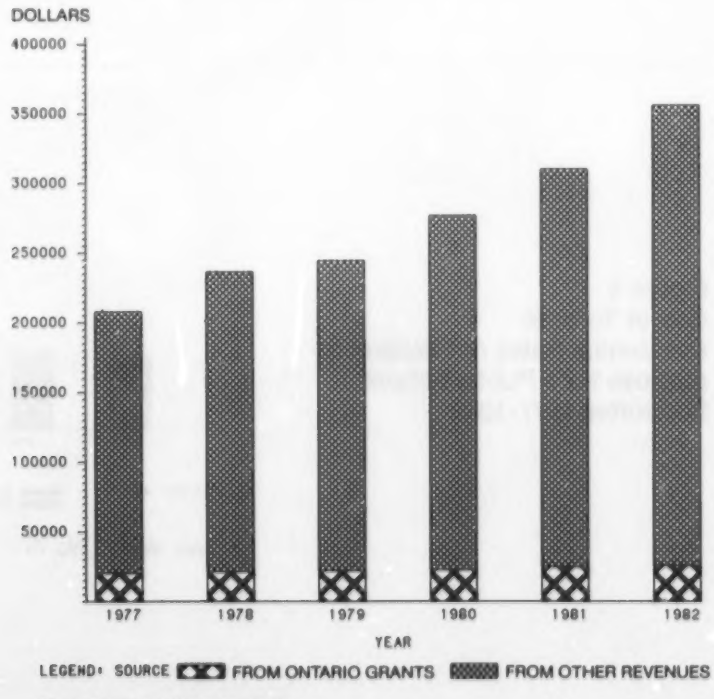
(See page 12, No. 6)

Figure 7
City of Toronto
Total Taxable Assessment and Assessment by Class, 1977-1982
(Thousands of Dollars)



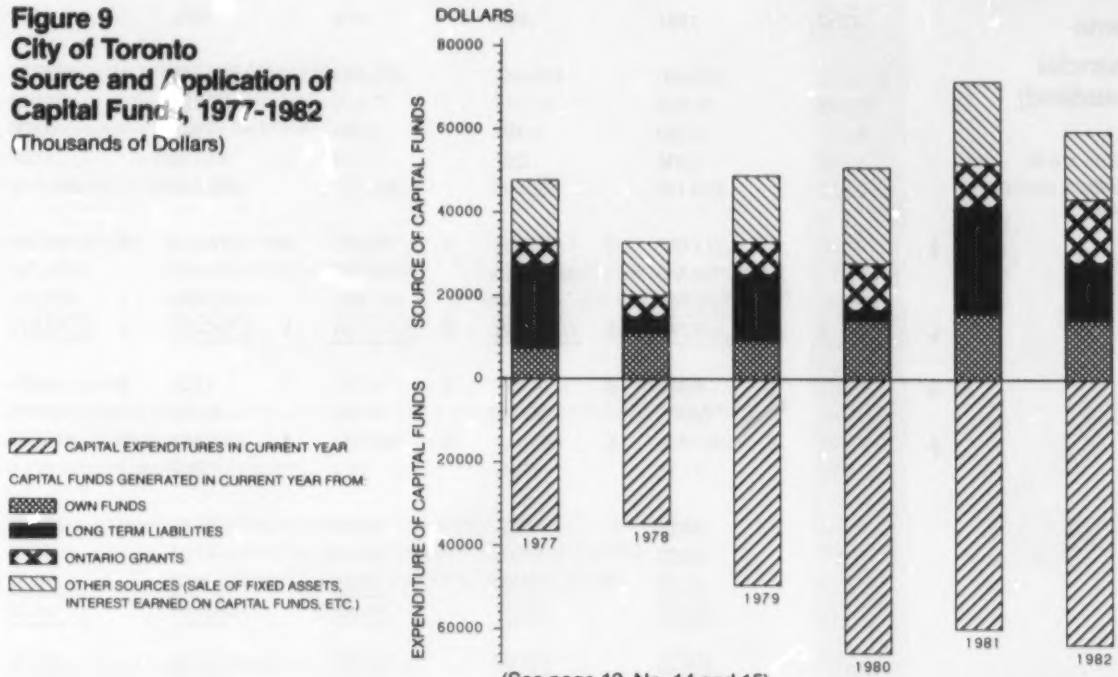
(See page 12, No. 5)

Figure 8
City of Toronto
Ontario Government Grants As a Proportion of Total Expenditures 1977-1982
(Thousands of Dollars)



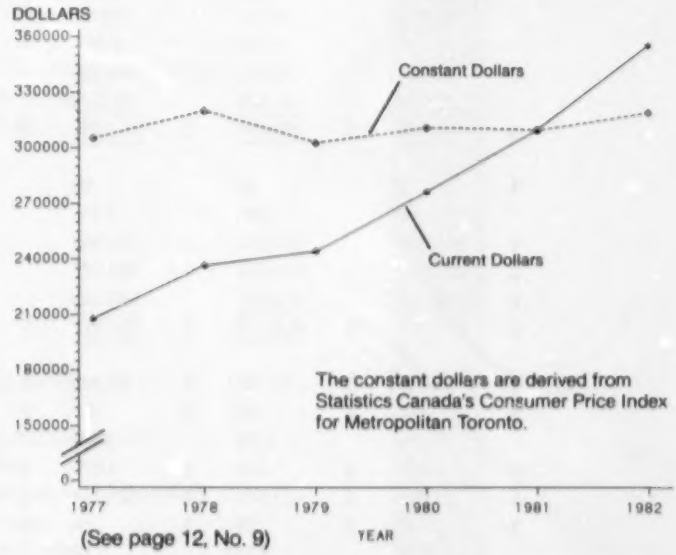
(See page 12, No. 7 and 9)

Figure 9
City of Toronto
Source and Application of Capital Funds, 1977-1982
(Thousands of Dollars)



(See page 12, No. 14 and 15)

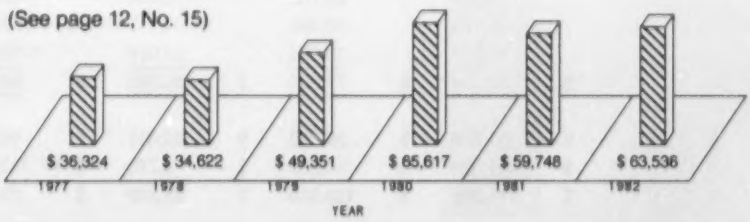
Figure 10
City of Toronto
Total Current Expenditures 1977-1982
(Thousands of Dollars)



(See page 12, No. 9)

Figure 11
City of Toronto
Total Capital Expenditures, 1977-1982
(Thousands of Dollars)

(See page 12, No. 15)



City of Toronto
Six-Year Financial Review (Unaudited)

(All dollar amounts are in thousands of dollars, except per capita figures.)

	1982	1981	1980	1979	1978	1977
	614,763	629,300	630,487	635,685	642,449	663,822
	27,625	27,625	27,625	27,625	27,625	27,625
	6,742	6,580	6,489	6,495	6,521	6,300
	1,483	1,395	1,252	1,154	1,196	1,094
	272,512	270,139	268,567	266,921	264,230	260,868
$	1,270,700	$ 1,217,667	$ 1,216,985	$ 1,183,006	$ 1,174,513	$ 1,114,584
	1,176,373	1,108,443	1,086,430	1,076,286	1,056,986	1,030,707
	538,546	502,678	488,044	481,842	472,726	458,381
$	2,985,619	$ 2,828,788	$ 2,791,459	$ 2,741,134	$ 2,704,225	$ 2,603,672
$	4,857	$ 4,495	$ 4,427	$ 4,312	$ 4,209	$ 3,922
	57.4%	56.9%	56.4%	56.8%	56.6%	57.2%
$	900,046	$ 897,649	$ 893,443	$ 888,632	$ 882,661	$ 873,065
	9.35	11.13	12.24	13.2	24.6	24.6
	53.64	48.81	44.54	41.62	38.97	37.28
	60.07	55.98	51.13	48.95	44.24	41.75
	110.75	98.26	87.90	85.85	80.83	76.57
	224.46	203.05	183.57	176.42	164.04	155.60
	264.07	238.88	215.97	201.94	187.69	178.06
$	821,864	$ 715,132	$ 631,681	$ 579,772	$ 535,394	$ 494,461
	50,769	$ 46,065	45,698	38,783	42,522	32,435
	25,713	24,752	22,511	21,946	21,368	20,431
	3,751	2,813	2,211	2,530	2,715	2,183
	26,109	23,407	19,556	16,582	14,979	11,922
	47,920	45,871	35,028	25,463	23,027	21,694
$	976,126	$ 858,040	$ 756,685	$ 685,076	$ 640,005	$ 583,126
$	70	63	55	64	56	60
	5.6%	5.9%	5.9%	7.5%	7.2%	8.4%
$	355,728	310,051	276,580	244,367	236,443	207,815
$	237,032	211,914	189,167	175,722	159,683	141,020
$	386,995	330,207	289,180	265,382	247,790	229,713
$	979,755	$ 852,172	$ 754,927	$ 685,471	$ 643,916	$ 578,548
$	85,987	$ 92,191	$ 82,746	$ 101,191	$ 99,505	$ 109,345
$	140	$ 146	$ 131	$ 159	$ 155	$ 164
	2.9%	3.3%	3.0%	3.7%	3.7%	4.2%
$	1,367	$ 1,479	$ 1,878	$ 2,350	$ 2,759	$ 3,235
$	25,953	$ 21,811	$ 21,714	$ 20,264	$ 20,339	$ 18,510
$	42	$ 35	$ 34	$ 32	$ 32	$ 28
	8.69	7.71	7.78	7.39	7.52	7.11
$	14,470	$ 15,754	$ 14,121	$ 9,264	$ 11,185	$ 7,515
	13,812	25,782	2,631	15,904	3,818	19,909
	15,170	10,496	11,117	7,766	5,115	5,252
	16,262	19,664	23,026	15,949	12,772	14,951
$	59,714	$ 71,696	$ 50,895	$ 48,883	$ 32,890	$ 47,627
$	63,536	$ 59,748	$ 65,617	$ 49,351	$ 34,622	$ 36,324
$	11,024	$ 14,653	$ 8,785	$ 7,027	$7,422	$ 11,333
$	115,265	$ 103,015	$ 87,512	$ 73,042	$ 65,333	$ 56,862

1. Population at the end of the year
2. Area in acres at the end of the year
3. Employees - continuous full time
   - part time
4. Number of households

5. Assessment - a. Residential
   b. Commercial and industrial
   c. Business
   Total

   } Taxable assessment upon which the year's rates of taxation were set

   Per capita
   Commercial and industrial, and business as a percentage of taxable assessment
   Exempt assessment
   Provincial equalization factor

6. Rates of taxation - Residential mill rate for general municipal purposes
   - Residential mill rate for Metro Toronto purposes
   - Residential mill rate for school board purposes
   Total

   Commercial and industrial mill rate - total

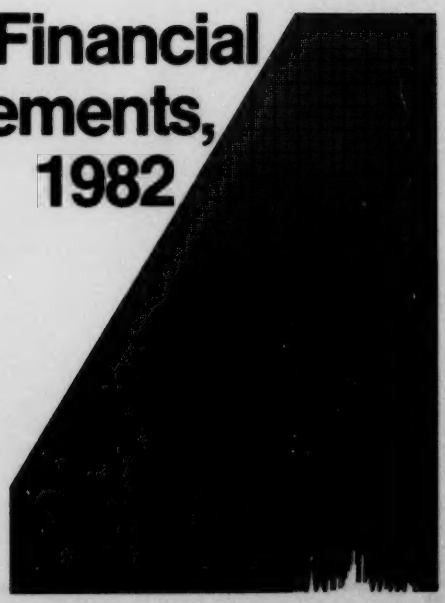
7. Revenue for general municipal services - Taxation
   - Payments in lieu of taxes
   - Ontario grants
   - Other grants
   - Fees and service charges
   - Other Revenues
   Total

8. Tax arrears - per capita
   - percentage of current levy
9. Expenditure - general municipal services
10. Transfers to Metro Toronto
11. Transfers to the school boards
    Total

12. Net long term liabilities - General municipal activities
    - per capita
    - percentage of taxable assessment
    Municipal enterprises
13. Charges for net long term liabilities - General municipal activities
    - per capita
    - as a mill rate
14. Capital financing during the year - Contributions from own funds
    - Long term liabilities incurred
    - Ontario grants
    - Other
    Total

15. Capital expenditure during the year
16. Accumulated net revenue at the end of the year
17. Reserves and reserve funds

Financial Statements, 1982



Financial Statements

The Financial Statements presented herein are consolidated financial statements and include the transactions of those local boards and municipal enterprises listed in the Auditor's notes to the financial statements, page 22, No. 1(a).

Trust funds, including pension funds, contractors' and other deposits administered by the City amounting to $284,503,937 for 1982 ($254,331,775 for 1981), are reflected in the Trust Funds Balance Sheet and Statement of Continuity, in the appendix. The condensed financial statements of the Toronto Hydro Electric System are also included. The activities of these entities are not consolidated with those of the City and the statements are provided for information purposes only.

City of Toronto

Consolidated Balance Sheet as at December 31, 1982

(See Notes 1, 10 and 11)

Assets	1982	1981
Cash	$ 108,740,728	$ 121,680,756
Accounts Receivable	17,683,664	13,252,556
Taxes receivable	42,903,593	39,427,854
Other current assets	12,837,889	10,677,429
Total Current Assets	$ 182,165,874	$ 185,038,595
Capital outlay to be recovered in future years - See Note (2)	$ 110,079,837	$ 108,593,097
Other long term assets	2,864,206	3,283,375
Total Assets	$ 295,109,917	$ 296,915,067
Liabilities		
Accounts payable and accrued liabilities	$ 33,884,531	$ 43,638,758
Other current liabilities - See notes (7) & (8)	15,194,355	13,425,894
Total Current Liabilities	$ 49,078,886	$ 57,064,652
Net long term liabilities - See Notes (4) & (9)	$ 87,353,597	$ 93,669,813
Reserves and reserve funds - See Note (3)	115,265,412	103,014,660
Accumulated net revenue - See Note (5)	11,024,012	14,653,388
Unexpended capital levies and proceeds from sale of fixed assets	32,388,010	28,512,554
Total Liabilities	$ 295,109,917	$ 296,915,067

The accompanying notes are an integral part of this financial statement.
See Auditor's Notes, pages 22-28.

City of Toronto

Consolidated Statement of Revenue and Expenditure for the year ended December 31, 1982

(See Notes 1 and 10)

	1982 Budget	1982 Actual	1981 Actual
Accumulated net revenue at the beginning of the year	$ 10,316,565	$ 14,653,388	$ 8,785,426
Expenditure			
General government	$ 84,976,211	$ 92,760,127	$ 83,011,028
Protection to persons and property	65,917,946	67,317,011	59,478,683
Transportation services	47,051,106	52,193,924	43,657,697
Environmental services	42,796,422	42,080,477	35,744,663
Health services	21,166,536	20,947,719	18,387,260
Social and family services	620,000	598,947	608,980
Recreation and cultural services	60,600,873	64,136,007	55,267,260
Planning and development	15,896,377	15,693,864	13,896,292
Education	378,490,653	386,994,789	330,206,851
Metropolitan Toronto levies	231,816,636	237,032,113	211,913,699
Provision for contingencies	13,393,350	—	—
See Notes (2), (3) & (6)	$ 962,726,110	$ 979,754,978	$ 852,172,413
Revenue			
Taxation	$ 806,509,106	$ 821,864,185	$ 715,132,265
Contributions from other governments	80,057,932	80,232,186	73,629,423
Other	65,842,507	74,029,231	69,278,687
	$ 952,409,545	$ 976,125,602	$ 858,040,375
Accumulated net revenue at the end of the year - See Note (5)	$ —	$ 11,024,012	$ 14,653,388
Analyzed as follows			
General revenue		$ 7,516,018	$ 11,415,581
Special charges and special areas		289,918	257,995
Other		3,218,076	2,979,812
		$ 11,024,012	$ 14,653,388

The accompanying notes are an integral part of this financial statement.
See Auditor's Notes, pages 22-28.

Capital Fund

A principal source of funds for financing capital expenditures is through the issuance of debentures. During periods of high interest rates, a conscious effort is made to finance capital expenditures from other sources in order to defer the issuance of debentures as long as is prudent, and to shorten the term of debenture repayment when an issue is finally made. As can be seen on page 12, No. 14, since 1979 capital financing from revenue, reserves and reserve funds totalled $44.3 million, whereas long term liabilities incurred totalled only $42.2 million.

The majority of debentures issued during 1982 were for a term of five years and carried an interest rate of 15½%. Debentures issued during 1981 were for 14½% for a ten-year period and 17% for a five-year period, respectively.

Net long term debt charges in 1982 represented 7.5% of total current expenditures; excluding municipal enterprises which are self-sustaining, this can be expressed as 8.69 mills, or 13.8% of taxes levied for own purposes.

As at December 31, 1982, debenture debt outstanding totalled $166,331,698 for which sinking fund deposits of $84,786,267 are available, leaving a net debenture debt position of $81,545,431, for City of Toronto purposes. Additionally, it is estimated that the City's share of Metropolitan Toronto net debenture debt, excluding self-sustaining, is $238,459,360, as at December 31, 1982. This debt is also supported by Toronto taxpayers.

City of Toronto

Consolidated Statement of Capital Fund Operations for the year ended December 31, 1982

(See Notes 1 and 10)

	1982	1981
Unexpended capital financing at the beginning of the year	$ 13,025,126	$ 1,076,927
Capital Expenditures		
General government	$ 11,508,206	$ 8,128,979
Protection to persons and property	2,453,240	2,039,796
Transportation services	12,047,323	13,205,128
Environmental services	22,746,926	17,385,295
Health Services	121,777	138,103
Recreation and cultural services	9,263,226	4,992,845
Planning and development	5,042,243	13,360,785
	$ 63,182,941	$ 59,250,931
Transfer to reserves, reserve funds and revenue fund	352,902	497,374
	$ 63,535,843	$ 59,748,305
Capital Financing		
Long term liabilities incurred	$ 13,811,869	$ 25,782,276
Ontario grants	15,170,097	10,496,323
Contributions from revenue fund	7,490,632	7,790,778
Contributions from reserves and reserve funds	6,979,534	7,963,047
Other financing	16,261,448	$ 19,664,080
	$ 59,713,580	$ 71,696,504
Unexpended capital financing at the end of the year	$ 9,202,863	$ 13,025,126

The accompanying notes are an integral part of this financial statement.
See Auditor's Notes, pages 22-28.

City of Toronto

Analysis of Capital Financing for the year ended December 31, 1982

	1982	1981
Long Term Liabilities Incurred		
Debentures issued by Metropolitan Toronto (par value)	$ 13,811,869	$ 24,879,740
Central Mortgage and Housing Corporation	—	902,536
	$ 13,811,869	$ 25,782,276
Ontario Grants		
Community centres and arenas	$ —	$ 980,312
Highway subsidy	11,240,479	8,608,635
Planning and development	1,012,653	775,878
Libraries	13,500	—
St. Lawrence Centre for the Arts	1,045,000	—
Steam Hook-up re Whitney Block	1,538,834	119,865
Others	319,631	11,633
	$ 15,170,097	$ 10,496,323
Contributions from Revenue Fund		
Purchase of furniture, equipment, etc.	$ 4,283,071	$ 4,174,080
Provision of funds for capital works	3,207,561	3,616,698
	$ 7,490,632	$ 7,790,778
Contributions from Reserves and Reserve Funds		
Reserve for equipment replacement	$ 4,177,853	$ 2,832,382
Reserve fund for sewer construction	2,030,480	2,229,031
Reserve fund for off-street parking, etc.	771,201	2,901,634
	$ 6,979,534	$ 7,963,047
Other Financing		
Transfer from sinking fund surplus	$ 1,021,191	$ 769,260
Proceeds from sale of fixed assets	7,420,124	6,261,397
Interest earned on investment of capital funds	2,529,008	1,536,070
Contributions from Government of Canada	1,448,158	4,525,543
Contributions from Metropolitan Toronto	2,946,028	1,385,456
Exchange premium	305,390	4,973,646
Rentals	179,713	143,840
Miscellaneous	411,836	68,868
	$ 16,261,448	$ 19,664,080
Total Capital Financing	$ 59,713,580	$ 71,696,504

Reserves and Reserve Funds

The balance of Reserves and Reserve Funds as at December 31, 1982, was $115,265,412 (see pages 20 & 21). An analysis can be seen in the Auditor's notes to the financial statements, page 24, No. 3(c).

The maintenance of healthy reserve balances is critically important to the financial well-being of the City. The rate at which taxes are collected slows down dramatically by fall each year and therefore the City's cash flow becomes narrow from about September to February. During this period these reserves provide the necessary working capital to fund day-to-day operations. This makes it unnecessary for the City to borrow funds on the short-term market at high interest costs.

The main purpose of reserves, however, is to provide funds for major expenditures which will occur at some future date, and thereby avoid widely fluctuating mill rates or panic borrowing. During 1982, reserves and reserve funds provided about $7 million to capital to fund among other things, sewer construction and the acquisition of replacement equipment. An additional $3.2 million was provided to the revenue fund for current expenditures.

The actual dollars associated with reserves are invested and provide a substantial amount of interest income which is taken into the City's general revenues. Further, recent developments of our cash management program have resulted in an improved cash flow which has increased the amount of funds surplus to daily requirements. Similar to reserves, these surplus funds are invested daily in the short-term market at the most competitive interest rates to maximize earnings without impeding our daily cash requirements. This investment income amounted to $20.7 million in 1982. (1981 - $21.7).

In accordance with Provincial legislation, interest earned on the investment of Reserve Fund assets must be credited to these Reserve Funds and is not available for any purpose other than the purpose for which the Reserve Fund was established. During 1982, Reserve Funds were directly credited with interest earnings of $5.1 million. ($4.9 million for 1981).

City of Toronto
Reserve Funds
Statement of Continuity
for the year ended December 31, 1982

	Total	Off-Street On-Street Parking Operations	Exchange Premiums	Toronto Historical Board Insurance Fund	Sewer Maintenance and Construction	Fire Insurance Losses Life Insurance (Forest Hill)	Ontario Home Renewal Plan	Sub-Dividers' Payments for Parks	All-Risk Insurance	Regent Park Residents' Association
Balance at beginning of year	$ 29,496,046	$ 20,296,240	$ 282,300	$ 11,344	$ 3,667,270	$ 167,505	$ 4,817,145	$ 254,242	$ —	$ —
Revenue										
Contributions from capital fund	$ 26,819	—	$ 26,819	—	—	—	—	—	—	—
Contributions from revenue fund	4,160,538	3,316,857	—	$ 1,200	$ 779,281	$ 12,000	—	—	$ 1,200	$ 50,000
Interest earned	5,111,611	4,010,402	34,489	1,524	681,221	26,032	$ 317,343	$ 37,612	160	2,828
Contributions from developers	39,895	39,895	—	—	—	—	—	—	—	—
Sewer impost charges	2,602,348	—	—	—	2,602,348	—	—	—	—	—
Other	18,918	—	—	—	—	17,118	—	—	1,800	—
	$ 11,960,129	$ 7,367,154	$ 61,308	$ 2,724	$ 4,062,850	$ 55,150	$ 317,343	$ 37,612	$ 3,160	$ 52,828
Expenditure										
Contributions to capital fund	$ 2,801,681	$ 771,201	—	—	$ 2,030,480	—	—	—	—	—
Contributions to revenue fund	52,002	—	$ 50,393	—	—	$ 1,609	—	—	—	—
Other (for purposes of the fund)	504,285	—	—	4,342	—	3,000	$ 496,943	—	—	—
	$ 3,357,968	$ 771,201	$ 50,393	$ 4,342	$ 2,030,480	$ 4,609	$ 496,943	$ —	$ —	$ —
Balance at the end of the year	$ 38,098,207	$ 26,892,193	$ 293,215	$ 9,726	$ 5,699,640	$ 218,046	$ 4,637,545	$ 291,854	$ 3,160	$ 52,828

City of Toronto

Continuity of Reserves as at December 31, 1982

	Balance Jan. 1	Current Year's Provision out of Revenue	Other Additions	Deductions	Balance Dec. 31
For working funds					
Re-appropriations	$ 2,748,055	$ 330,679	$ —	$ —	$ 3,078,734
Uncollected taxes	22,570,096	1,000,000	—	—	23,570,096
Tax sale lands	145,190	—	—	8,213	136,977
Inventories of stores	1,906,492	300,000	—	—	2,206,492
Store price differential	24,564	—	11,517	—	36,081
Home improvement	291,299	—	—	4,000	287,299
Fire equipment	50,000	—	—	—	50,000
Local Boards working capital	123,000	—	—	5,000	118,000
Anti-smoking campaign	29,576	514	—	—	30,090
Election expenses	234,250	65,750	—	—	300,000
Rehabilitation of residential properties	14,612	—	56,228	—	70,840
Interactive instructional system	5,665	—	—	4,306	1,359
Accrued interest on debentures	700,000	700,000	—	—	1,400,000
	$ 28,842,799	$ 2,396,943	$ 67,745	$ 21,519	$ 31,285,968
For contingencies					
Employee benefit sick pay grants	$ 6,920,305	$ 14,870	$ —	$ —	$ 6,935,175
Workers' compensation claims	3,440,000	—	—	—	3,440,000
Insurance	627,380	9,350	121,176	4,898	753,008
Exchange	613,020	—	7,028	—	620,048
Others	4,951,523	2,606,350	327,177	314,669	7,570,381
	$ 16,552,228	$ 2,630,570	$ 455,381	$ 319,567	$ 19,318,612
For other purposes					
Replacement of equipment	$ 15,978,488	$ 1,128,417	$ 3,872,451	$ 4,177,853	$ 16,801,503
Water rate stabilization and other purposes	3,945,099	81,728	—	—	4,026,827
Integrated District Steam Heating	8,200,000	—	—	3,000,000	5,200,000
Repairs to Community Centres and Arenas	—	500,000	34,295	—	534,295
	$ 28,123,587	$ 1,710,145	$ 3,906,746	$ 7,177,853	$ 26,562,625
Total	$ 73,518,614	$ 6,737,658	$ 4,429,872	$ 7,518,939	$ 77,167,205

Other additions to Replacement of Equipment Reserves are provided out of percentages charged on work performed by operating departments, contribution from Capital Fund of $34,295 and from other additions. Deduction of $7,518,939 represents contribution to the Capital Fund of $4,177,853, contribution to the Revenue Fund of $3,152,095 and the balance of $188,991 to other deductions.

Auditor's Notes to the Financial Statements

I have completed the audit of the books and accounts of the Corporation of the City of Toronto for the year ended December 31, 1982.

My examination was made in accordance with generally accepted auditing standards and accordingly included such tests and other procedures as I considered necessary in the circumstances.

1. Accounting Policies

(a) Statement of Revenue and Expenditure

This statement reflects the revenues and expenditures of the revenue fund of the municipality and includes the activities of all committees of council and local boards for general municipal activities. The municipal enterprises and local boards whose activities are included are as follows:

Municipal Enterprises:
- Waterworks System
- Parking Authority of Toronto

Community Centres:
- Cowan Avenue Fire Hall
- Main Street
- 519 Church Street
- Central Eglinton
- Eastview Neighbourhood
- Scadding Court
- 58 Cecil Street
- Ralph Thornton

Arenas and Stadium:
- George Bell
- Ted Reeve
- North Toronto Memorial
- McCormick Playground
- William H. Bolton
- Moss Park
- Forest Hill Memorial
- Allan A. Lamport Stadium

Business Improvement Areas:
- Bloor West Village
- Junction Gardens
- Old Cabbagetown
- Bloor/Dufferin/Lansdowne
- Baby Point
- Forest Hill Village
- Parkdale
- Bloor Court
- Queen Broadview Village
- Danforth Village

Others:
- Toronto Public Library Board
- Toronto Historical Board
- St. Lawrence Centre for the Arts
- Howard Park Tennis Club
- Board of Management
- City of Toronto Planning Board
- Toronto Sesquicentennial Board

(b) Statement of Capital Operations

This statement reflects the capital expenditures and the related capital financing to be recovered from general municipal revenues of the municipality and its municipal enterprises and local boards described in Note 1 (a).

The long term liabilities reported on this statement include debentures issued by the Municipality of Metropolitan Toronto on behalf of the City of Toronto. Repayment of this debt is the responsibility of this municipality.

(c) Balance Sheet

This statement reflects the assets and liabilities of the revenue fund, the capital fund, reserve funds, municipal enterprises and local boards, as described in Note 1 (a). The assets and liabilities for the unconsolidated municipal entities as defined in Note 1 (e) are not reflected in this statement.

(d) Fixed Assets

The historical cost and accumulated depreciation of fixed assets are not reported for municipal purposes. Instead, the "Capital outlay to be recovered in future years", which is the aggregate of the principal portion of unmatured long term liabilities, capital funds transferred to other organizations and the cost of capital projects not yet permanently financed, is reported on the "Balance Sheet".

(e) Municipal Enterprises and Corporate Entities

Municipal enterprise activities are those activities whose costs are substantially recovered from service charges to the users. The revenues and expenditures of the Toronto Hydro-Electric System and those of the City of Toronto Non-Profit Housing Corporation (incorporated under the Business Corporation Act) have not been consolidated in these financial statements.

(f) Charges for Net Long Term Liabilities

Debt retirement costs including principal and interest are charged against current revenues in the periods in which they are paid. Interest charges are not accrued for the periods from the dates of the latest interest payments to the end of the financial year. To reduce the financial burden that will occur in the fiscal year of implementing the changeover from a cash to accrual basis for debenture interest charges, a reserve has been created for this purpose.

(g) Trust Funds

Trust funds, including pension funds, contractors' and other deposits administered by the municipality amounting to $284,503,937 for 1982 ($254,331,775 for 1981), are reflected in the Trust Funds Balance Sheet and Statement of Continuity.

2. Capital Outlay to be Recovered in Future Years

(a) Some capital outlay to be recovered in future years does not represent a burden on general municipal revenues, as it is to be recovered in future years from other sources:

	1982	1981
Municipal Enterprises		
Parking Authority of Toronto	$ 1,543,907	$ 1,925,406
Waterworks System	20,906	30,284
	$ 1,564,813	$ 1,955,690

(b) Capital outlays, including fixed assets and the transfers to capital funds in the amount of $7,490,632 which have been financed from general municipal revenues of the current year, are reported on the "Statement of Revenue and Expenditure".

3. Reserves and Reserve Funds

(a) Provisions for allowances of $5,550,000 and for reserves and reserve funds amounting to $6,737,658 and $4,160,538 respectively are reported on the "Statement of Revenue and Expenditure" classified under the appropriate headings.

(b) The "Statement of Revenue and Expenditure" does not reflect the following revenues for the year, which were credited directly to reserve funds:

	1982	1981
Interest Earned	$ 5,111,611	$ 4,952,081
Sewer Impost Charges	2,602,348	2,020,164
Payments from Developers in Lieu of Providing Parking Spaces	39,895	39,727
O.H.R.P. Grants	—	630,487
Other	18,918	—
	$ 7,772,772	$ 7,642,459

(c) The total balance of reserves and reserve funds is $115,265,412 and is comprised of the following:

	1982	1981
Reserves		
for working funds	$ 31,285,968	$ 28,842,799
for contingencies		
Employee benefit sick pay grants	6,935,175	6,920,305
Workers' Compensation Claims	3,440,000	3,440,000
Insurance	753,008	627,380
Exchange	620,048	613,020
Others	7,570,381	4,951,523
for other purposes		
Replacement of equipment	16,801,503	15,978,488
Water rate stabilization and other purposes	4,026,827	3,945,099
Integrated District Steam Heating	5,200,000	8,200,000
Repairs to Community Centres & Arenas	534,295	—
	$ 77,167,205	$ 73,518,614
Reserve Funds		
for on-street parking	$ 2,423,388	$ 1,485,141
for off-street parking	5,313,840	4,556,615
for Parking Authority operations	19,154,965	14,254,484
for exchange premium	293,215	282,300
for Toronto Historical Board Insurance	9,726	11,344
for sewer maintenance	1,252,826	363,583
for sewer construction	4,446,814	3,303,687
for fire losses	210,046	156,505
for life insurance for retired employees of the former Village of Forest Hill	8,000	11,000
for Ontario Home Renewal Plan	4,637,545	4,817,145
for sub-dividers' payments for parks	291,854	254,242
for all risk insurance	3,160	—
for Regent Park Residents' Association	52,828	—
	$ 38,098,207	$ 29,496,046

4. Net Long Term Liabilities

(a) Total long term liabilities incurred by the municipality and outstanding at the end of the year, including liabilities of $5,808,166 other than debenture issues, amount to $ 7,717,166

In addition, the municipality has assumed responsibility for the payment of principal and interest charges on certain long term liabilities issued by other municipalities. At the end of the year, the principal amount of this liability is 168,332,126

Of the long term liabilities shown above, the responsibility for payment of principal and interest charges has been assumed by others for a principal amount of (3,909,428)

The total value of sinking funds which have been accumulated to the end of the year to retire the outstanding long term liabilities included above amount to (84,786,267)

Net Long Term Liabilities at the end of the year $ 87,353,597

(b) Of the Net Long Term Liabilities reported in (a) of this note, $54,433,163 in Principal Payments of the Instalment and Sinking Fund debentures are payable from 1983 - 1987, $12,568,774 from 1988 - 1992 and $921,676 thereafter. The balance of the debenture debt of $13,621,818 is to be financed from the interest to be earned on sinking fund deposits paid.

	Debenture Debt	Other Liabilities	Total
From General Municipal Revenues	$ 80,178,888	$ 5,808,166	$ 85,987,054
From Municipal Enterprises	1,366,543	—	1,366,543
	$ 81,545,431	$ 5,808,166	$ 87,353,597

(c) Included in the above Net Long Term Liabilities are unmatured debentures amounting to $58,069,699, less sinking fund balance of $21,342,511, which are payable in U.S. dollars and recorded on the basis of $1 U.S. being equal to $1 Canadian. If the liability is converted into Canadian dollars at the exchange rate prevailing at December 31, the liability would be increased by some $8,442,000.

5. Accumulated Net Revenue at the End of the Year

Accumulated net revenue of $11,024,012 at the end of the year reported on the "Balance Sheet" includes amounts related to benefitting landowners and others which are not available as general municipal revenues, and are analyzed as follows:

	1982	1981
Business Improvement Areas		
Bloor West Village	$ 43,519	$ 44,208
Junction Gardens	52,218	50,083
Old Cabbagetown	8,400	5,279
Bloor/Dufferin/Lansdowne	17,030	8,996
Baby Point	3,331	6,937
Forest Hill Village	2,266	1,358
Parkdale	40,744	25,287
Bloor Court	48,803	57,792
Queen/Broadview Village	15,799	9,202
Danforth Village	49,783	39,955
Special Charges	8,025	8,898
	$ 289,918	$ 257,995

6. Charges for Net Long Term Liabilities

Net charges for the year for Net Long Term Liabilities were as follows:

	1982	1981
Principal payments including contributions to Metro Sinking Fund	$ 11,914,290	$ 10,644,445
Interest	14,803,690	11,928,376
	$ 26,717,980	$ 22,572,821

Of the net charges shown above, $25,952,749 were paid from general municipal revenues of the municipality and are included in expenditure on the "Statement of Revenue and Expenditure" classified under the appropriate functional headings. The remaining $765,231 was recovered from municipal enterprises for which the related net long term liabilities were incurred.

	1982	1981
From General Municipal Revenues	$ 25,952,749	$ 21,810,751
From Municipal Enterprises	765,231	762,070
	$ 26,717,980	$ 22,572,821

7. Liability for Vested Sick Leave Benefits

Under the sick leave benefit plan of the City and several of its local boards (whose financial statements are consolidated with those of the City), unused sick leave can accumulate and employees may become entitled to a cash payment when they leave the municipality's employment.

The liability for these accumulated days, to the extent that they have vested and could be taken in cash by an employee on terminating, amounted to some $31,136,000 at the end of the year.

Provision has been made in 'Other Current Liabilities' in the amount of some $2,617,000 re payments which may become due in 1983. Against the remaining future liability of some $28,519,000 there is a reserve of $6,935,175 as reported in Note 3.

Toronto Hydro-Electric System has fully provided for a further liability of $7,624,449 in respect of its employees.

8. Pension Agreements

Under the provisions of pension agreements, the City is required to make the following additional lump sum payments to finance the Toronto Civic Employees' Pension and Benefit Fund and the Toronto Fire Department Superannuation and Benefit Fund:

$ 10,538,727	for 1983
10,441,427	per year from 1984 to 1988 inclusive
10,403,487	for 1989
4,838,053	for 1990
4,007,988	for 1991
3,419,295	for 1992
2,217,051	per year from 1993 to 1994 inclusive
1,615,568	for 1995
937,175	for 1996

All the above amounts are subject to being increased or decreased dependent on the results of future actuarial valuations. No provision has been made for the above liabilities.

9. Contingent Liability

A contingent liability exists in respect of a guarantee by the City of Toronto of a bank line of credit to be extended to Toronto Arts Productions and related to the costs of renovations at the St. Lawrence Centre, a building owned by the City of Toronto. The amount of the guarantee is $1,000,000 and no part of this has been called to date.

10. Changes in Consolidation

The Toronto Sesquicentennial Board was established under the authority of Section 5 of the City of Toronto Act, 1982 (By-law No. 419-82 passed June 17, 1982). As a result the revenues and expenditures of the Board have been consolidated in these financial statements.

11. Comparative Figures

As a result of changes in 1982 regarding the determination of capital outlays to be recovered in future years and of unexpended capital levies and proceeds from sale of fixed assets, prior year's comparative figures have been restated to conform with this year's financial presentation.

12. General

(a) Reserve Funds of the City have been set up under Section 148, 165, 208 and 218 of The Municipal Act, Section 1 (2) of the City of Toronto Act 1962, Section 2 (3) of the City of Toronto Act 1963, Section 5 of the City of Toronto Act 1972 and Section 36 (11) of the Planning Act. The activity of each fund is set out on Page 20 with further details on Page 24 and the assets and liabilities are included in the Balance Sheet, Page 15, details of which are provided on subsidiary schedules appended thereto. Amounts due to reserve funds from the City's general bank accounts at the end of 1982 totalled $151,225.

(b) During 1980, the City entered into an agreement with Metropolitan Toronto and other participating municipalities for a joint group liability insurance. Under this agreement, a continuing fund was established to cover the deductible portions under any policy or policies of insurance that may be purchased from time to time. The City's contribution to the Metropolitan Municipalities Liability Trust Account is $262,000 in the year 1982.

(c) The fire insurance coverage on the City's buildings and equipment, other than those covered under the Miscellaneous Property Schedule, provides for a deduction of $25,000 in respect of each occurrence up to a maximum of $100,000 for the total claims in any year. A reserve fund to provide for fire losses up to the aforementioned amount was created in 1965. The balance in the reserve fund at the end of 1982 is $210,046.

(d) I have examined the fidelity bond covering the City Treasurer, Deputy City Treasurer and every other officer and employee of the Corporation. The present coverage is $100,000 for each individual.

(e) Liability under the lease agreements approved by the Ontario Municipal Board extends over a period of 57 years and amounts to some $9,167,000 (present value approximately $6,828,859). Of this amount, $7,105,000 will have been paid by 1988, $1,250,000 by 1993 and $812,000 thereafter and will be payable out of the City's General funds in the year the liability becomes due.

(f) An estimated surplus of $7,200,000 from the 1982 operations of general municipal activities was included in the City's 1983 Operating Budget Estimates. After year-end transfers of 1982 surplus funds totalling $7,350,000 to reserves and allowances, the actual accumulated net (general) revenue at December 31, 1982 is $7,516,018.

(g) In 1982, the method of providing depreciation reserves on the City's automotive equipment was changed from the straight-line basis plus replacement costs to the sum-of-digits method based on estimated 1982 replacement costs. The conversion resulted in an unrealized shortfall of some $3,000,000, for which additional funding will be required.

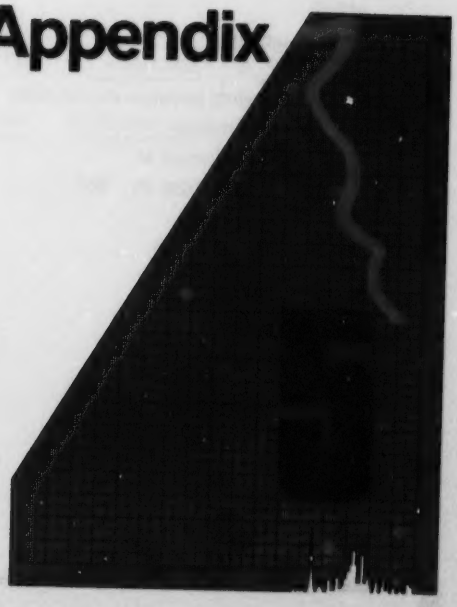
(h) The City's share of outstanding tax levies for general municipal purposes, included in taxes receivable at December 31, 1982, amounts to some $12,200,000 against which there is an Allowance for Uncollectable Taxes in the amount of $12,768,110. As well as providing for allowances against unpaid taxes, the Allowance for Uncollectable Taxes also provides for tax refunds which may become payable as a result of appeals against 1982 and prior years' tax levies. The City's share of all tax allowances processed in 1982, including those allowances which resulted in refunds to taxpayers, amounted to $5,095,837 and, over the past five years, has averaged some $3,800,000 in each year. After allowing for the write-off of taxes and recording the related recoveries from Metropolitan Toronto and school boards in 1982, the Allowance for Uncollectable Taxes account shows a net increase of $412,029 over the previous year.

Conclusion

In my opinion, the consolidated financial statements present fairly the financial position of the Corporation of the City of Toronto as at December 31, 1982 and the results of its operations for the year then ended, in accordance with generally accepted accounting principles for Ontario Municipalities applied on a basis consistent with that of the preceding year.

J. Rabinowitz, C.A.
City Auditor.

Appendix



City of Toronto
Trust Funds
Balance Sheet
as at December 31, 1982

Assets	Contractors' and other Deposits	Sundry Trust Funds	Toronto Fire Department Superannuation Fund	Toronto Civic Employees' Pension Fund
Cash (incl. term deposits)	$ 57,021	$ 255,916	$ 5,716,568	$ 8,256,255
Investments, at cost (Market value - $268,515,218)				
Government of Canada	$ —	$ 398	$ 6,013,190	$ 8,311,451
Government of Ontario	—	81,000	4,895,110	11,929,294
City of Toronto	—	—	150,000	2,000
Metropolitan Toronto	—	33,882	8,008,146	16,907,594
Other municipalities	—	—	14,185,130	24,799,069
Investors group equity fund "B"	—	—	2,831,199	5,516,364
Investors retirement mutual fund	—	—	5,750,072	11,667,760
Corporate bonds	—	—	35,662,562	58,915,965
Corporate stocks	—	54,276	11,049,178	7,761,298
Mortgages	—	—	—	314,987
Pooled pension trust funds	—	—	9,206,652	19,185,661
Other	—	—	506,741	349,038
	$ —	$ 169,556	$ 98,257,980	$ 165,660,481
Other				
Accounts receivable and accrued revenue	$ 311,839	$ 3,340	$ 2,075,427	$ 3,739,554
Total Assets	$ 368,860	$ 428,812	$ 106,049,975	$ 177,656,290
Liabilities				
Accounts payable and accrued liabilities	$ 368,860	$ 146	$ 209,888	$ 82,970
Fund balances at December 31, 1982	—	428,666	105,840,087	177,573,320
Total Liabilities	$ 368,860	$ 428,812	$ 106,049,975	$ 177,656,290

City of Toronto
Trust Funds
Statement of Continuity for the year ended December 31, 1982

	Contractors' and other Deposits	Sundry Trust Funds	Toronto Fire Department Superannuation Fund	Toronto Civic Employees' Pension Fund
Balance at January 1, 1982	$ 2,122,725	$ 411,532	$ 93,433,494	$ 158,015,528
Revenue				
Deposits received	$ 212,436	—	—	—
Interest earned on bonds and banks	25,798	$ 42,548	$ 7,804,742	$ 13,275,365
Contributions from - Employer	—	2,500	5,352,913	11,840,583
- Employees	—	—	1,799,878	3,047,327
Other investment income and earnings	—	4,643	2,250,620	3,729,027
Other revenues	—	43,612	—	3,319
	$ 238,234	$ 93,303	$ 17,208,153	$ 31,895,621
Expenditure				
Deposits returned	$ 1,936,287	—	—	—
Pensions	—	—	$ 4,735,039	$ 12,141,576
Refunds, etc. on resignation or death	—	—	14,161	96,072
Management and administration fees	—	—	52,360	87,847
Transfers to other pension funds	—	—	—	12,334
Other expenditures	55,812	76,169	—	—
	$ 1,992,099	$ 76,169	$ 4,801,560	$ 12,337,829
Balance at December 31, 1982	$ 368,860	$ 428,666	$ 105,840,087	$ 177,573,320

Toronto Hydro-Electric System Commissioners

Appointed Commission - November 1, 1969
Elected Chairman - November 7, 1969

R.R. Horkins, Chairman

W.G. Peden, Vice Chairman
R. Coyle
Y.L. Hope, Alderman
D. Shea, Alderman
K.C. Laking, General Manager

The Toronto Hydro-Electric System is owned by the City of Toronto and operated under the direction of the Toronto Electric Commissioners, a body composed of five members - three appointees of the City Council, an appointee of the Ontario Hydro, and the Mayor (ex-officio member) or his representative appointed from City Council. Power is purchased from the Ontario Hydro, and in turn sold to consumers for residential, commercial and industrial purposes.

Prior to undertaking capital projects, approval thereof must be obtained from the Ontario Hydro and if it is anticipated that such projects are to be financed by the issuance of debentures, approval must also be obtained from City and Metropolitan Councils. Capital expenditures have been financed by the issuance of City of Toronto and (since 1954) Metropolitan Toronto debentures as well as by the re-investment of the System's reserves. Total debentures issued up to December 31, 1982 amounted to $50,220,050, all of which have been redeemed at or before maturity. Through the re-investment of reserves and surplus, other extensions and improvements have been undertaken with the result that fixed assets as at December 31, 1982, amounted to $266,296,782.

The System has always been self-supporting and while it does not operate as a profit-creating organization, the rates are designed with a view to stability. During the entire period since the commencement of operations in 1911, the System has met all debt charges (principal instalment, sinking fund levies and interest) and has also provided for the replacement of all equipment at the end of its useful lifetime.

The rates charged for lighting and power are among the lowest on this continent.

Total Kilowatt Hours Sold in 1982

	Kilowatt Hours
Residential Customers	1,338,263,948
Commercial-Industrial Customers	6,192,036,467
Municipal Street Lighting	64,898,533
Total Kilowatt Hours Sold	7,595,198,948

Toronto Hydro-Electric System
Condensed Balance Sheet as at December 31, 1982

Assets		Liabilities	
Current Assets		Current Liabilities	
Cash, accounts receivable, investments and inventories	$ 60,882,925	Accounts payable, accrued liabilities, etc.	$ 26,599,984
Fixed Assets		Other Liabilities	
Distribution system and equipment, land, buildings, etc.	266,296,782	Customers' advance deposits, accumulated sick pay credits and provision for workmen's compensation, etc.	14,048,048
Less			
Accumulated depreciation	105,491,909		
	$ 160,804,873	Equity	
Other Assets		Funded debt retired and contributed capital	$ 53,092,333
Mortgage receivable etc.	134,712	Accumulated net income	
		Invested in capital assets	106,667,693
		Held for operating and future capital expansion	21,414,452
	$ 221,822,510		$221,822,510
Equity in Ontario Hydro - Contra	$ 216,749,570	Equity in Ontario Hydro - Contra	216,749,570
	$ 438,572,080		$438,572,080

Toronto Hydro-Electric System

Condensed Statement of Revenue and Expenditure for the Year ended December 31, 1982

Revenue		
Sale of electric current and steam		$ 287,778,682
Other		9,249,074
		$297,027,756
Expenditures		
Cost of power and fuel	$ 237,393,672	
Operating expenses	40,625,531	
Depreciation	9,494,723	
Municipal Taxes	2,532,265	$ 290,046,191
Income before extraordinary item		$ 6,981,565
Extraordinary item		
Return of extra payments made to the supplementary pension plan		16,500,000
Net income for the year		$ 23,481,565
Accumulated Net Income Held for Operating and Future Capital Expansion		
Balance at beginning of year		$ 13,617,549
Add		
Net income for the year		23,481,565
		$ 37,099,114
Less		
Allocated to "Invested in Capital Assets" for additions during the year		15,684,662
Balance at end of year		$ 21,414,452

Produced for the City of Toronto Finance Department
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Department of the City Clerk.

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